



RATING RATIONALE

06 Jan 2021

Asclepius Hospitals and Healthcare Pvt. Ltd.

Brickwork Ratings Reaffirms the long term rating and the short term ratings for the Bank Loan Facilities aggregating Rs.74.94Cr. of Asclepius Hospitals and Healthcare Pvt. Ltd. (“AHHPL” or “The Company”) while simultaneously migrating the ratings to the “Issuer Not Cooperating” category, based on best available information, as the issuer did not cooperate.

Facilities*	Amount (Rs.Crs)		Tenure	Rating#	
	Previous	Present		Previous (Oct., 2019)	Present
Fund based Cash Credit	5.90	5.90	Long Term	BWR BB, Stable, Reaffirmed	BWR BB, Stable Reaffirmed, Issuer Not Cooperating**
Term Loan	69.04	69.04			
Non Fund Based ILC/FLC/BG/ILG/F LG (Sublimit of Fund based limits)	(14.00)	(14.00)	Short Term	BWR A4, Reaffirmed	BWR A4, Reaffirmed, Issuer Not Cooperating**
Total	74.94	74.94	(Rs.Seventy Four Crores and Ninety Four Lakhs Only)		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Details of Bank facilities are provided in Annexures- I

The Ratings were moved to Ratings Not Reviewed Category on October 15th, 2020

** Issuer did not cooperate, based on best available information.

RATING ACTION / OUTLOOK

Brickwork Ratings has **reaffirmed** the ratings of the long term bank loan facilities of Rs.74.94 crores and has also **reaffirmed** the ratings of the short term bank loan facilities of Rs.14.00 crores (sublimit of long term fund based limits aggregating Rs.74.94 crores) of Asclepius Hospitals and Healthcare Pvt. Ltd., at **BWR BB, Stable/BWR A4** while simultaneously migrating the ratings in the **“Issuer Not Cooperating”** category based on best available information, as the issuer did not cooperate.

NATURE OF NON-COOPERATION

Brickwork Ratings had last reviewed the ratings of the bank loan facilities of Asclepius Hospitals and Healthcare Pvt. Ltd.’ on October 14, 2019, and the ratings were reaffirmed at BWR BB, Stable/BWR A4. The ratings were due for review on October 14, 2020. However, the review could not be done due to lack of cooperation from the issuer to provide complete



information required to enable us to carry out a review, despite continued follow up. The ratings were moved to the “Rating Not Reviewed” category on October 15, 2020. BWR once again took up with the Company and its banker recently, over emails and through telephone calls, to provide the required information in full to enable a review of the ratings. Despite the best efforts of BWR to get the information required for a review, the entity has not provided complete information to proceed with the same. The lender has however provided satisfactory feedback on the Company.

In the absence of managerial cooperation on the part of the Company to provide complete and adequate information about itself, BWR is unable to assess the Company’s financial performance or its ability to service its debt and maintain a valid rating. Accordingly, the ratings are reaffirmed at BWR BB, Stable/BWRR A4, and simultaneously moved to “Issuer Not Cooperating” category. The rating reaffirmation is based on the satisfactory up to date feedback on the Company from its lenders, and submission of NDS by the Company.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non transparency and withholding of information required for a review of the rating.

KEY FINANCIAL INDICATORS [As Available with BWR as of October 2019]

Key Financial Indicators	Units	FY18	FY19
Result Type		Audited	Audited
Net Sales/Revenues	₹ Cr	11.10	65.42
EBIDTA	₹ Cr	(5.44)	3.07
PAT	₹ Cr	(11.16)	(-11.18)
Tangible Net Worth	₹ Cr	28.46	16.58
Total Debt:TNW	Times	3.02	5.76
Current Ratio	Times	0.24	0.38

COMPANY’S PROFILE (As available on October 2019)

Incorporated in 2005, AHHCPL is a Multi-Specialty Hospital in Paschim Boragaon, Guwahati. The registered office is at Ulubari, Guwahati. The Hospital started full fledged operations in April 2018 with 178 beds, 5 Operation Theatres, 4 Surgical suites, 2 Casualty rooms, 20 OPD Rooms and 1 Cathlab. It has specialties across Cardiology, General Medicine, General Surgery, Orthopaedics, Gynecology & Obstetrics, Pediatrics, Dental, ENT Clinic, Neurology, Ophthalmology, Physiotherapy, Dermatology, Emergency Care and others.



The total number of doctors hired till date is 72 and the number of total supporting Staff is 543. Half of the promoter group of the hospital are professionally qualified Doctors and have more than a decade's experience in running a day care unit in Ulubari, Guwahati. The other half of the promoters of the Hospital are associated with the Kayal Group. The group is into the manufacturing of cement, corrugated box, asbestos sheet, DG set assembling, dealership from TVS and many more.

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY:NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

S.I	Name of Instrument (NCD/Bank Loan /Non-Fund Based facilitates/ Commercial Paper etc.)	Current Rating (2021)			Chronology of Rating History for the past 3 years (Rating Assigned and Press Release date) along with outlook/ Watch, if applicable					
		Type (Long Term/ Short Term)	Amount Outstanding (Rs. Crores)	Rating	Date(s)& Rating(S) assigned in year 2020		Date(s) & Rating(s) assigned in Year 2019		Dates(s) & Rating(s) assigned in Year 2018	
1.	Fund Based	Long Term	74.94	BWR BB, Stable Reaffirmed Issuer Not Cooperating*	Not Rated					
2.	Non Fund based	Short Term	(14.00)	BWR A4, Reaffirmed, Issuer Not Cooperating*						
					N F B (14.00) BWR A4, Reaffirmed		N F B (27.00) BWR A4, Reaffirmed			
	Total		74.94	Rs. Seventy Four Crores and Ninety Four Lakhs Only						

*Issuer Did Not Cooperate; Based on best available information
 Moved to "Rating Not Reviewed" category on October 15, 2020
 The Initial Rating assigned was BWR BB-,Stable/BWR A4 on July 28th, 2015

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf



Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

For any other criteria obtain hyperlinks from website

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Asclepius Hospitals and Healthcare Pvt. Ltd.

ANNEXURE I

Details of Bank Loan Facilities rated by BWR

Sl. No.	Name of the Bank	Type of Facilities	Long Term (Rs. Crs.)	Short Term (Rs. Crs.)	Total (Rs. Crs.)
1.	State Bank of India	Fund Based Term Loan	46.27	0.00	46.27
		Cash Credit	3.00	0.00	3.00
2.	Punjab National Bank	Term Loan	6.89	0.00	6.89
		Non Fund Based ILC/FLC/BG/ILG/ FLG (Sublimit of fund based limits)	0.00	(8.00)	(8.00)
3.	Canara Bank	Fund Based Term Loan	6.92	0.00	6.92
		Cash Credit	2.90	0.00	2.90
4.	United Bank of India	Fund Based Term loan	8.96	0.00	8.96
		Non Fund Based ILC/FLC/BG/ILG/ FLG (Sublimit of fund based limits)	0.00	(6.00)	(6.00)
Total Rupees Seventy Four Crs. and Ninety Four Lakhs only					74.94



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